

Outboard Marine Corporation (OMC) Site Waukegan, IL

Remedial Progress Update
March 2008



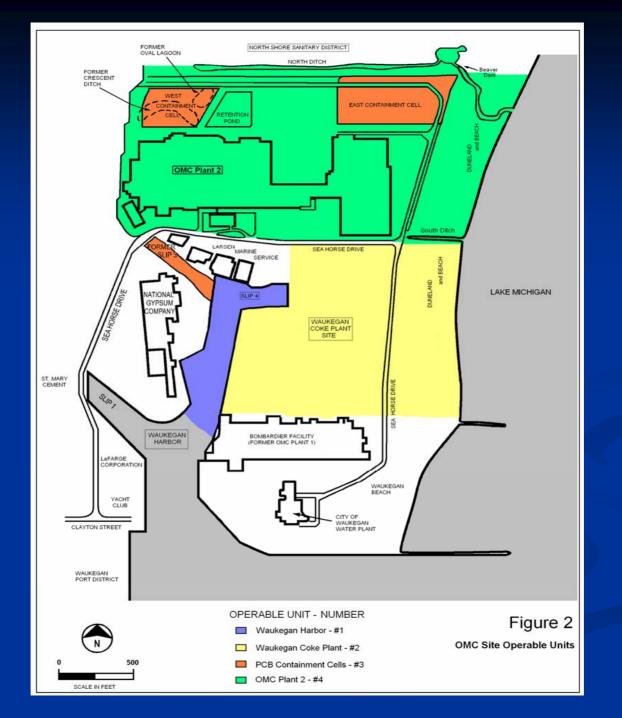
OMC Site - Operable Units

■ 1: Waukegan Harbor

■ 2: Waukegan Manufactured Gas and Coke Plant ("Waukegan Coke Plant" or "WCP")

■ 3: PCB Containment Cells

4: OMC Plant 2 ("OMC North Plant")



Waukegan Harbor Background

OMC completed \$21 million cleanup in 1990-1992.

Only Northern Harbor area was dredged.

■ 50 ppm PCB cleanup level (1984 ROD)

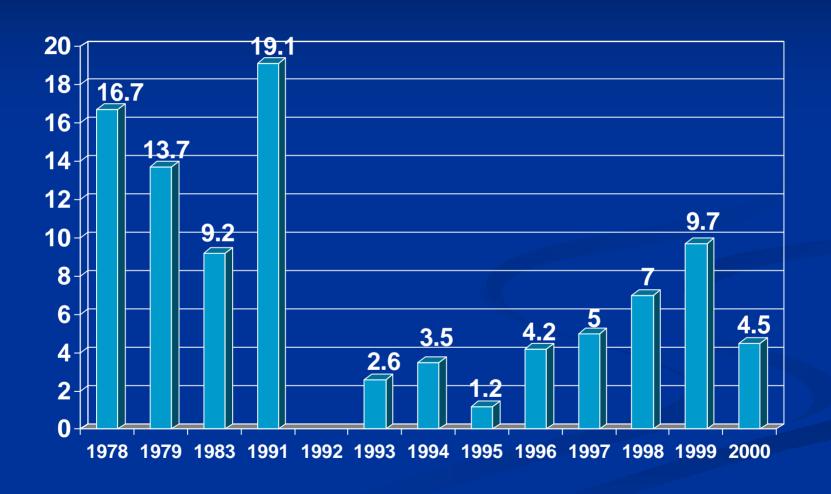
Waukegan Harbor Background

■ Fish PCB levels fell immediately after OMC cleanup.

■ Fish PCB levels presently exceed recommended levels.

2002 and 2007 EPA 5-Year Reviews: 50 ppm PCB sediment cleanup level is not protective.

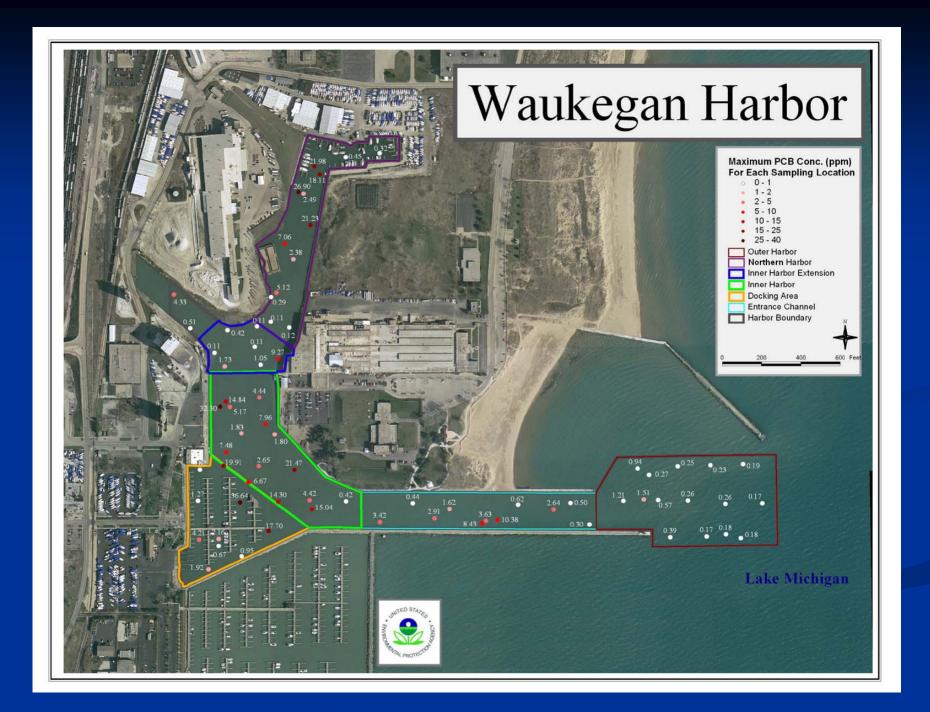
Waukegan Harbor Fish PCB Levels



Waukegan Harbor Background

2007 Five-Year Review: 0.22 ppm PCB sediment cleanup level is protective.

■ Harbor sediment now averages 2-3 ppm PCBs.



Waukegan Harbor

Proposed \$35 million Great Lakes Legacy Act ("GLLA") project fell through in September 2007.

Superfund began a Remedial Investigation and Feasibility Study ("RI/FS") in mid-November 2007 using GLNPO data.

RI and Alternatives Evaluation Reports are now in EPA-review status.

Waukegan Harbor Alternatives

The FS Report is due by the end of March.

- No Action
- Complete capping
- Combination capping and dredging
- Complete dredging (with some cover)

Waukegan Harbor Target Dates

 Superfund Division Director approves proposed remedial action by April 2008

■ NRRB evaluation June 2008 (Materials due May 1)

Release Proposed Plan and begin Public Comment
 Period – Summer/Fall 2008

■ Sign Record of Decision – Fall/Winter 2008

Waukegan Harbor Target Dates

■ Complete Remedial Design - Fall 2009

 Prioritization Panel – Rank site for cleanup funding in winter 2009

Remedial Action start – depends on ranking; the earliest would be spring 2010

Waukegan Harbor

■ EPA's Contaminated Sediment Technical Advisory Group ("CSTAG") will provide a concurrent technical review with NRRB.

State Concurrence – On-going consultation with Illinois EPA; meeting with State planned late-March 2008 to discuss proposed alternatives.

Fund Lead Sites

Site must be ranked on a national basis for funding by EPA's RA Prioritization Panel; ranking is based on risk.

Must have State concurrence with the selected remedy and a signed State Superfund Contract ("SSC") wherein the State agrees to pay required 10 percent of the cost of the clean up.

Waukegan Harbor

Continue partnerships cultivated during Great Lakes Legacy Act project discussions.

Work closely with Waukegan as all OMC site cleanups are planned and implemented.

Could there be other contributors to harbor cleanup cost? (Betterment; state match)





Soil cleanup was completed November 2005.

Groundwater pump-and-treat targeted to begin in summer 2008.





Active groundwater work to last 3-8 years.

Estimated total cleanup costs are \$28 million.

Waukegan Coke Plant Re-use

City to issue redevelopment Request for Proposals "soon."

May include portions of OMC Plant 2 property as well.

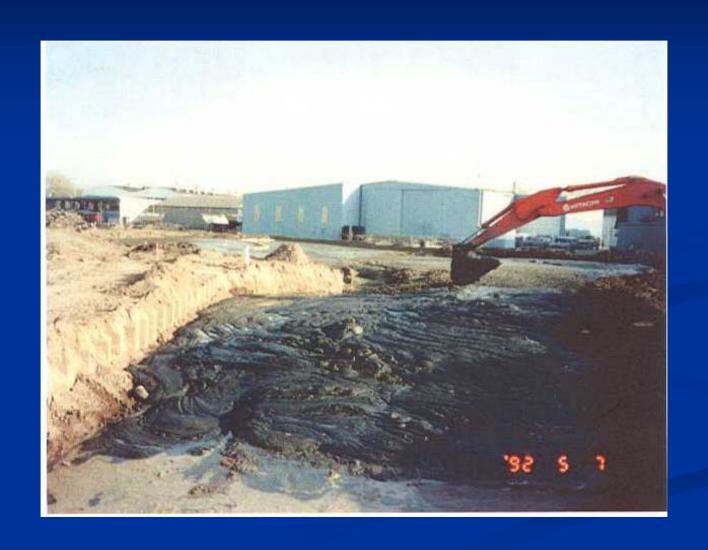


Waukegan Coke Plant planning questions:

Place layer of harbor sediments over site?

Use property as lay-down area for harbor work?

PCB Containment Cells





PCB Containment Cells



- Three cells constructed by OMC to hold harbor cleanup materials.
- OMC operated and maintained the cells until it abandoned the OMC Plant 2 facility in December 2002.
- EPA (Superfund Removal program) maintained cells from 2002-2003.

PCB Containment Cells

- Illinois EPA maintained cells from 2003-2005.
- City now maintains cells under terms of 2005 consent decree leading to ownership of OMC Plant 2 property.
- EPA is working with City and Larsen Marine to re-use former Boat Slip #3 containment cell.







OMC sent workers home permanently on December 20, 2000.

OMC Bankruptcy Trustee announced potential abandonment of facility in mid-2002.

RPM requested immediate Removal Program inspection of the facility.

■ EPA and OMC Trustee reach settlement for initial cleanup of facility by Trustee in mid-2002; OMC Plant 2 is abandoned in December 2002.

■ EPA performed second removal action in 2002-2003.



■ EPA began RI/FS at the site in 2003.

■ EPA performed additional removal actions at site in 2005 (beach), 2007 (copper), and 2008.

First ROD issued for building, area soil and sediment in September 2007 (\$21 million).

Remedial Design started in mid-2007; completion targeted for spring 2008.

State to pay 10 percent of OMC Plant 2 cleanup costs.

 Building and soil cost estimate is approaching \$30 million.

OMC Plant 2 – Cleanup Steps

Fund Lead – RA Prioritization Panel to secure funding

- Phase 1- Asbestos abatement prior to demolition
- Phase 2 Soil cleanup
- Phase 3 Building demolition

OMC Plant 2 - Asbestos





OMC Plant 2 - Lead-based Paint



■ Phase 1 cost estimate: \$4-5 million

■ Phase 2 cost estimate: \$5-6 million

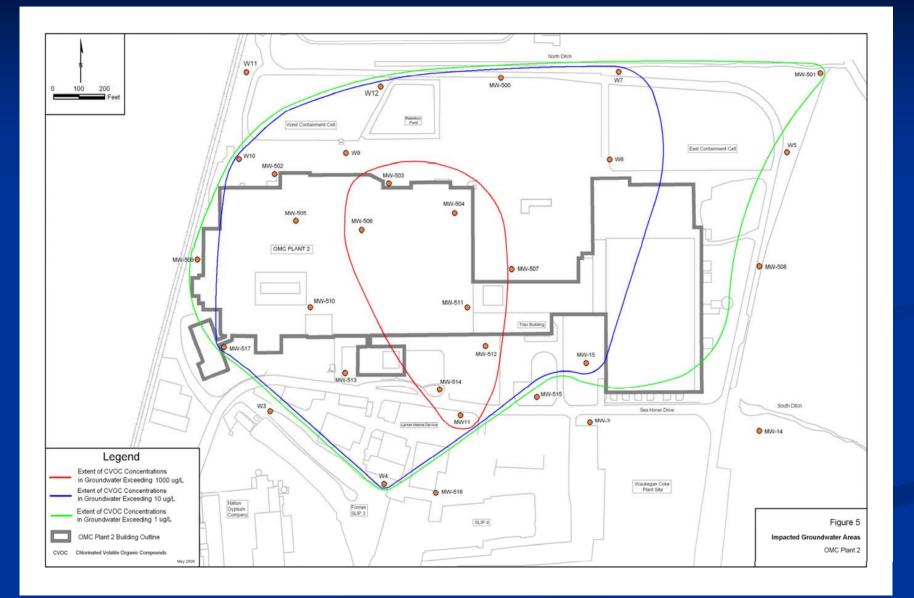
■ Phase 3 cost estimate: \$20 million

OMC Plant 2 – Additional Work

Groundwater FS update due in spring 2008.

Proposed groundwater cleanup plan targeted for summer 2008.

Looking at in-situ cleanup remedies.



■ Groundwater ROD targeted for fall 2008

Completion of groundwater Remedial Design targeted for fall/winter 2009.

Groundwater cleanup work could begin in 2010, pending funding availability and Prioritization Panel ranking.

OMC Plant 2 planning questions:

■ Use site for harbor sediment consolidation area?

Use existing "Trim Building" slab for harbor water treatment plant site?

OMC Site – Final Thoughts

- All Federal-lead cleanup funding is subject to availability and Prioritization Panel ranking.
- Total OMC site cleanup costs are estimated at \$130 million when all operable units are cleaned up.
- \$50 million would be private funds; rest would be public funds.